GOVERNMENT OF INDIA
COAL
LOK SABHA

UNSTARRED QUESTION NO:2627
ANSWERED ON:08.08.2000
ROYALTY ON COAL
RAGHUVANSH PRASAD SINGH

Will the Minister of COAL be pleased to state:

(a) whether royalty is given to coal-producing States on the basis of weight and not on the basis of value;

(b) whether is it a fact that the Committee on Government officers has made recommendations for giving royalty on coal on the basis of value (Ad-valorem);

(c) if so, the time by which the action is likely to be taken by the Government in this regard; and

(d) if not, the reasons therefore?

Answer

MINISTER OF STATE FOR COAL (SHRI N.T.SHANMUGAM)

(a): Yes, Sir.

(b) to (d): The Study Group constituted by the Ministry of Coal recommended fixation of royaltyrates on coal on ad-valorem basis. However, ad-valorem basis of fixation of royalty rates on coal has not been adopted so far as the matter is under consideration.